COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

COMMISSION

PUBLIC SERVICE

APPLICATION OF KENTUCKY POWER COMPANY) d/b/a AMERICAN ELECTRIC POWER, FOR APPROVAL, TO THE EXTENT NECESSARY, TO TRANSFER FUNCTIONAL CONTROL ONLY OF TRANSMISSION FACILITIES LOCATED IN KENTUCKY TO PJM INTERCONNECTION, L.L.C.

IN THE MATTER OF:

PURSUANT TO KRS 278.218

CASE NO. 2002-00475

Motion To Approve Kentucky Power's Application To Transfer Functional Control of Its Transmission Assets And To Cancel Scheduled Hearing

Kentucky Power Company d/b/a American Electric Power ("Kentucky Power") moves the Public Service Commission of Kentucky to approve its application to transfer functional control of its transmission assets located in Kentucky to PJM Interconnection, L.L.C. in conformity with the attached stipulation and to cancel the scheduled hearing in this matter, and in support states:

- 1. This is a proceeding by Kentucky Power seeking Commission approval pursuant to KRS 278.218 to transfer functional control of its transmission assets located in Kentucky to PJM Interconnection, L.L.C.
 - 2. This matter is set for rehearing on April 21, 2004.
- 3. The parties have entered into an Agreed Stipulation settling this proceeding. The Agreed Stipulation recommends the Commission "issue an Order approving Kentucky Power's application submitted to the Commission on December 19.

2002 to transfer functional control of its transmission facilities to PJM subject to ..." the terms and conditions set forth in the Agreed Stipulation.

- 4. The Agreed Stipulation represents a unanimous settlement of this proceeding and the issues raised by Kentucky Power's application.
- 5. The transfer of functional control of Kentucky Power's transmission assets located in Kentucky to PJM in accordance with Kentucky Power's application in this proceeding and the Agreed Stipulation is for a proper purpose and consistent with the public purpose.
- 6. In light of the Agreed Stipulation and the record in this proceeding, including the testimony and other information filed in connection with rehearing of this matter, Kentucky Power respectfully suggests the April 21, 2004 hearing is unnecessary. Nevertheless, Kentucky Power stands ready to provide testimony or such additional information as the Commission deems necessary to permit it to accept the Agreed Stipulation and approve Kentucky Power's application.

Wherefore, Kentucky Power Company d/b/a American Electric Power respectfully requests the Commission to grant its application to transfer to PJM Interconnection, L.L.C. functional control of Kentucky Power's transmission assets located in Kentucky and to cancel the April 21, 2004 hearing in this matter.

Respectfully submitted,

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POWER

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing was served by first class mail, postage prepaid, upon the following parties of record, this 19th day of April, 2004.

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